

6511

Schedule K-1
(Form 1065)

2004

Department of the Treasury Tax year beginning _____
Internal Revenue Service ending _____Partner's Share of Income, Deductions,
Credits, etc.

► See separate instructions.

[Part I] Information About the Partnership

A Partnership's employer identification number
22-3800350

B Partnership's name, address, city, state, and ZIP code

PRIVATE LABEL SOURCING, LLC
597 BROADWAY
NEW YORK, NY 10012C IRS Center where partnership filed return
CINCINNATI, OH

D Check if this is a publicly traded partnership (PTP)

E Tax shelter registration number, if any _____

F Check if Form 8271 is attached

[Part II] Information About the Partner

G Partner's identifying number
074-74-5839

H Partner's name, address, city, state, and ZIP code

BRUCE ALLEN
250 UPPER MOUNTAIN AVENUE
UPPER MONTCLAIR, NJ 07043

I General partner or LLC member
member-manager Limited partner or other LLC member

J Domestic partner Foreign partner

K What type of entity is this partner? INDIVIDUAL

L Partner's share of profit, loss, and capital:

	Beginning	Ending
Profit	50.0000000%	50.0000000%
Loss	50.0000000%	50.0000000%
Capital	50.8111000%	50.8111000%

M Partner's share of liabilities at year end:

Nonrecourse	\$ 1,291,632.
Qualified nonrecourse financing	\$ 0.
Recourse	\$ 0.

N Partner's capital account analysis:

Beginning capital account	\$ 2,912.
Capital contributed during the year	\$ 24,867.
Current year increase (decrease)	\$ 106,418.
Withdrawals & distributions	\$ -78,639.
Ending capital account	\$ 0.

Tax basis GAAP Section 734(b) book
 Other / explain _____

JWA For Privacy Act and Paperwork Reduction Act Notice, see Instructions for Form 1065.

Schedule K-1 (Form 1065), 2004

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2004-05080 PRIVATE LABEL SOURCING, LLC 22380031

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	Final K-1	Amended K-1	Code No. 1545-0099
Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items			
1 Ordinary business income (loss)	154,093.		16 Credits & credit reciprocity
2 Net rental real estate income (loss)			18 Foreign transactions
3 Other net rental income (loss)			
4 Guaranteed payments	152,000.		
5 Interest income	727.		
6a Ordinary dividends			17 Alternative min tax (AMT) items
6b Qualified dividends	B*	1,367.	
7 Royalties			
8a Net short-term capital gain (loss)			18 Tax-exempt income and nondeductible expenses
8b Net long-term capital gain (loss)	C*	24,766.	
9b Collectibles (20%) gain (loss)	A	106,418.	
9c Unrecaptured sec 1250 gain			20 Other Information
10 Net section 1231 gain (loss)	A	727.	
11 Other income (loss)			
12 Section 179 deduction	2,106.		
13 Other deductions			
14 Self-employment earnings (loss)			
A	306,093.		
C	2,163,841.		

*See attached statement for additional information.

PRIVATE LABEL SOURCING, LLC

22-3800350

SCHEDULE K-1 ALTERNATIVE MINIMUM TAX, ADJUSTED GAIN OR LOSS, BOX 17, CODE B

DESCRIPTION	AMOUNT	PARTNER FILING INSTRUCTIONS
SECTION 1231 GAIN OR LOSS	1,367.	SEE FORM 6251 INSTRUCTIONS

SCHEDULE K-1 NONDEDUCTIBLE EXPENSES, BOX 18, CODE C

DESCRIPTION	AMOUNT	PARTNER FILING INSTRUCTIONS
EXCLUDED MEALS AND ENTERTAINMENT EXPENSES	24,766.	NONDEDUCTIBLE PORTION

SCHEDULE K-1 CURRENT YEAR INCREASES (DECREASES)

DESCRIPTION	AMOUNT
ORDINARY INCOME (LOSS)	154,093.
INTEREST INCOME	727.
SECTION 1231 GAIN (LOSS)	12,075.
SECTION 179 EXPENSE	<2,106.>
GAIN/LOSS ON BOOKS AND NOT ON RETURN	43,496.
AMORTIZATION ON RETURN AND NOT ON BOOKS	1,000.
DEPRECIATION ON BOOKS AND NOT ON RETURN	<58,901.>
NONDEDUCTIBLE EXPENSES	<24,766.>
SEC. 263A ADJ - ENDING INVENTORY	<55,108.>
SECTION 481(A) ADJUSTMENT-2ND YEAR	<2,674.>
PENSION EXPENSE	<97,573.>
SEC. 263A ADJ - BEGINNING INVENTORY	24,580.
SECTION 461 ADJUSTMENT - PREPAID INSURANCE	15,770.
SECTION 461 ADJUSTMENT - PREPAID RENT	7,791.
LOSS ON ABANDONMENT OF FIXED ASSETS	6,463.
TOTAL TO SCHEDULE K-1, ITEM N	24,867.

SCHEDULE K-1 FOOTNOTES

LOSSES MAY BE LIMITED TO YOUR BASIS. PLEASE CONSULT YOUR TAX ADVISOR.

Form 3115
(Rev. December 2003)
Department of the Treasury
Internal Revenue Service

Pursuant to Rev. Proc. 20-79
Application for Change in Accounting Method

OMB No. 1545-0162

Name of filer (name of parent corporation if a consolidated group) (see instructions)

Identification number (see instructions)

22-3800350

PRIVATE LABEL SOURCING, LLC **COPY**

Number, street, and room or suite no. If a P.O. box, see the instructions.

597 BROADWAY

Principal business activity code number (see instructions)

424300

City or town, state, and ZIP code

NEW YORK, NY 10012

Tax year of change begins (MM/DD/YYYY) 01/01/2004

Tax year of change ends (MM/DD/YYYY) 12/31/2004

Name of applicant(s) (if different than filer) and identification number(s) (see instructions)

Name of contact person (see instructions)

CHARLES J. SOCKETT

Contact person's telephone number

212-790-5700

If the applicant is a member of a consolidated group, check this box

If Form 2848, Power of Attorney and Declaration of Representative, is attached, check this box

Check the box to indicate the applicant.

<input type="checkbox"/> Individual	<input type="checkbox"/> Cooperative (Sec. 381)
<input type="checkbox"/> Corporation	<input checked="" type="checkbox"/> Partnership
<input type="checkbox"/> Controlled foreign corporation (Sec. 957)	<input type="checkbox"/> S corporation
<input type="checkbox"/> 10/60 corporation (Sec. 504(d)(2)(E))	<input type="checkbox"/> Insurance co. (Sec. 316(a))
<input type="checkbox"/> Qualified personal service corporation (Sec. 448(d)(2))	<input type="checkbox"/> Insurance co. (Sec. 331)
<input type="checkbox"/> Other (specify) ►	
<input type="checkbox"/> Exempt organization. Enter Code section ►	

Check the appropriate box to indicate the type of accounting
method change being requested. (see instructions)

<input type="checkbox"/> Depreciation or Amortization
<input type="checkbox"/> Financial Products and/or Financial Activities of Financial Institutions
<input checked="" type="checkbox"/> Other (specify) ►

12 MONTH & 3 1/2 MONTH RULE

Caution: The applicant must provide the requested information to be eligible for approval of the requested accounting method change. The applicant may be required to provide information specific to the accounting method change such as an attached statement. The applicant must provide all information relevant to the requested accounting method change, even if not specifically requested by the Form 3115.

Part I Information For Automatic Change Request

Yes No

1 Enter the requested designated accounting method change number from the List of Automatic Accounting Method Changes (see instructions). Enter only one method change number, except as provided for in the instructions. If the requested change is not included in that list, check "Other," and provide a description.

► (a) Change No. 78 (b) Other Description ►

X

2 Is the accounting method change being requested one for which the scope limitations of section 4.02 of Rev. Proc. 2002-9 (or its successor) do not apply?

If "Yes," go to Part II.

X

3 Is the tax year of change the final tax year of a trade or business for which the taxpayer would be required to take the entire amount of the section 481(a) adjustment into account in computing taxable income?

If "Yes," the applicant is not eligible to make the change under automatic change request procedures.

X

Note: Complete Part II below and then Part IV, and also Schedules A through E of this form (if applicable).

Part II Information For All Requests

SEE STATEMENT 1

Yes No

4a Does the applicant (or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) file any Federal income tax return(s) under examination (see instructions)?

If you answered "No," go to line 5.

X

b Is the method of accounting the applicant is requesting to change an issue (with respect to either the applicant or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) either (i) under consideration or (ii) placed in suspense (see instructions)?

X

Signature (see instructions)

Under penalties of perjury, I declare that I have examined this application, including accompanying schedules and statements, and to the best of my knowledge and belief, the application contains all the relevant facts relating to the application, and it is true, correct, and complete. Declaration of preparer (other than applicant) is based on all information of which preparer has any knowledge.

Filer

Preparer (other than filer/applicant)

Signature and date

Signature of individual preparing the application and date

CHARLES J. SOCKETT

Name of individual preparing the application (print or type)

MARONEY COHEN & COMPANY, CPA, P.C.

Name of firm preparing the application

2004-05090 PRIVATE LABEL SOURCING, LLC 223800350

Form 3115 (Rev. 12-2003)

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2004-05090 PRIVATE LABEL SOURCING, LLC 223800351

Form 3115 (Rev. 12-2003)

Page 2

Information For All Requests (continued)		Yes	No
4a	Is the method of accounting the applicant is requesting to change an issue pending (with respect to either the applicant or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) for any tax year under examination (see instructions)?	<input type="checkbox"/>	
4b	Is the request to change the method of accounting being filed under the procedures requiring that the operating division director consent to the filing of the request (see instructions)?	<input type="checkbox"/>	
	If "Yes," attach the consent statement from the director.		
4c	Is the request to change the method of accounting being filed under the 90-day or 120-day window period?	<input type="checkbox"/>	
	If "Yes," check the box for the applicable window period and attach the required statement (see instructions).		
	<input type="checkbox"/> 90 day <input type="checkbox"/> 120 day		
4d	If you answered "Yes" to line 4a, enter the name and telephone number of the examining agent and the tax year(s) under examination.	Name ► _____ Telephone no. _____ Tax year(s) ► _____	
4e	Has a copy of this Form 3115 been provided to the examining agent identified on line 4d?	<input type="checkbox"/>	
5a	Does the applicant (or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) have any Federal income tax return(s) before Appeals and/or a Federal court?	<input type="checkbox"/>	
	If "Yes," enter the name of the (check the box) <input type="checkbox"/> Appeals officer and/or <input type="checkbox"/> counsel for the government, and the tax year(s) before Appeals and/or a Federal court.		
	Name ► _____ Telephone no. _____ Tax year(s) ► _____		
5b	Has a copy of this Form 3115 been provided to the Appeals officer and/or counsel for the government identified on line 5a?	<input type="checkbox"/>	
6a	Is the method of accounting the applicant is requesting to change an issue under consideration by Appeals and/or a Federal court (for either the applicant or any present or former consolidated group in which the applicant was a member for the tax year(s) the applicant was a member)?	<input type="checkbox"/>	
	If "Yes," attach an explanation.		
6b	If the applicant answered "Yes" to line 4a and/or 5a with respect to any present or former consolidated group, provide each parent corporation's (a) name, (b) identification number, (c) address, and (d) tax year(s) during which the applicant was a member that is under examination, before an Appeals office, and/or before a Federal court.	<input type="checkbox"/>	
7	If the applicant is an entity (including a limited liability company) treated as a partnership or S corporation for Federal income tax purposes, is it requesting a change from a method of accounting that is an issue under consideration in an examination, before Appeals, or before a Federal court, with respect to a Federal income tax return of a partner, member, or shareholder of that entity?	<input type="checkbox"/>	
	If "Yes," the applicant is not eligible to make the change.	<input type="checkbox"/>	
8	Is the applicant making a change to which audit protection does not apply (see instructions)?	<input type="checkbox"/>	
9a	Has the applicant, its predecessor, or a related party requested or made (under either an automatic change procedure or a procedure requiring advance consent) a change in accounting method within the past 5 years (including the year of the requested change)?	<input type="checkbox"/>	
	If "Yes," attach a description of each change and the year of change for each separate trade or business and whether consent was obtained.	<input type="checkbox"/>	
	If any application was withdrawn, not perfected, or denied, or if a Consent Agreement was sent to the taxpayer but was not signed and returned to the IRS, or if the change was not made or not made in the requested year of change, include an explanation.	<input type="checkbox"/>	
10a	Does the applicant, its predecessor, or a related party currently have pending any request (including any concurrently filed request) for a private letter ruling, change in accounting method, or technical advice?	<input type="checkbox"/>	
	If "Yes," for each request attach a statement providing the name(s) of the taxpayer, identification number(s), the type of request (private letter ruling, change in accounting method, or technical advice), and the specific issue(s) in the request(s).	<input type="checkbox"/>	
11	Is the applicant requesting to change its overall method of accounting?	<input type="checkbox"/>	
	If "Yes," check the appropriate boxes below to indicate the applicant's present and proposed methods of accounting. Also, complete Schedule A on page 4 of the form.	<input type="checkbox"/>	
	Present method: <input type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Hybrid (attach description)	<input type="checkbox"/>	
	Proposed method: <input type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Hybrid (attach description)	<input type="checkbox"/>	
12	If the applicant is not changing its overall method of accounting, attach a detailed and complete description for each of the following:	<input type="checkbox"/>	
a	The item(s) being changed.	<input type="checkbox"/>	
b	The applicant's present method for the item(s) being changed.	<input type="checkbox"/>	
c	The applicant's proposed method for the item(s) being changed.	<input type="checkbox"/>	
d	The applicant's present overall method of accounting (cash, accrual, or hybrid).	<input type="checkbox"/>	

See Statement 2

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Form 3115 (Rev. 12-2003)

Part III Information For All Requests (continued)

Yes No

13. Attach a detailed and complete description of the applicant's trade(s) or business(es), and the principal business activity code for each. If the applicant has more than one trade or business as defined in Regulations section 1.446-1(d), describe whether each trade or business is accounted for separately; the goods and services provided by each trade or business and any other types of activities engaged in that generate gross income; the overall method of accounting for each trade or business; and which trade or business is requesting to change its accounting method as part of this application or a separate application.

See Statement 1

14. Will the proposed method of accounting be used for the applicant's books and records and financial statements? For insurance companies, see the instructions. If "No," attach an explanation.

See Statement 1

15a. Has the applicant engaged, or will it engage, in a transaction to which section 381(a) applies (e.g., a reorganization, merger, or liquidation) during the proposed tax year of change determined without regard to any potential closing of the year under section 381(b)(1)?

b. If "Yes," for the items of income and expense that are the subject of this application, attach a statement identifying the methods of accounting used by the parties to the section 381(a) transaction immediately before the date of distribution or transfer and the method(s) that would be required by section 381(c)(4) or (c)(5) absent consent to the change(s) requested in this application.

16. Does the applicant request a conference of right with the IRS National Office if the IRS proposes an adverse response?

17. If the applicant is changing to or from the cash method or changing its method of accounting under sections 263A, 448, 460, or 471, enter the gross receipts of the 3 tax years preceding the year of change.

1st preceding year ended: yr.	2nd preceding year ended: yr.	3rd preceding year ended: yr.
\$	\$	\$

Part III Information For Advance Consent Request

Yes No

18. Is the applicant's requested change described in any revenue procedure, revenue ruling, notice, regulation, or other published guidance as an automatic change request?

If "Yes," attach an explanation describing why the applicant is submitting its request under advance consent request procedures.

19. Attach a full explanation of the legal basis supporting the proposed method for the item being changed. Include a detailed and complete description of the facts that explain how the law specifically applies to the applicant's situation and that demonstrates that the applicant is authorized to use the proposed method. Include all authority (statutes, regulations, published rulings, court cases, etc.) supporting the proposed method. The applicant should include a discussion of any authorities that may be contrary to its use of the proposed method.

20. Attach a copy of all documents related to the proposed change (see instructions).

21. Attach a statement of the applicant's reasons for the proposed change.

22. If the applicant is a member of a consolidated group for the year of change, do all other members of the consolidated group use the proposed method of accounting for the item being changed?

If "No," attach an explanation.

23a. Enter the amount of user fee attached to this application (see instructions). ► \$

b. If the applicant qualifies for a reduced user fee, attach the necessary information or certification required by Rev. Proc. 2003-1 (or its successor) (see instructions).

Part IV Section 481(a) Adjustment

SEE STATEMENT 2

Yes No

24. Do the procedures for the accounting method change being requested require the use of the cut-off method?

If "Yes," do not complete lines 25, 26, and 27 below.

25. Enter the section 481(a) adjustment. Indicate whether the adjustment is an increase (+) or a decrease (-) in income. ► \$ -32,006 Attach a summary of the computation and an explanation of the methodology used to determine the section 481(a) adjustment. If it is based on more than one component, show the computation for each component. If more than one applicant is applying for the method change on the same application, attach a list of the name, identification number, principal business activity code (see instructions), and the amount of the section 481(a) adjustment attributable to each applicant.

26. If the section 481(a) adjustment is an increase to income of less than \$25,000, does the applicant elect to take the entire amount of the adjustment into account in the year of change?

27. Is any part of the section 481(a) adjustment attributable to transactions between members of an affiliated group, a consolidated group, a controlled group, or other related parties? If "Yes," attach an explanation.

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